

Adopted	Rejected
---------	----------

COMMITTEE REPORT

YES:	19
NO:	0

MR. SPEAKER:

Your Committee on **Ways and Means**, to which was referred Senate Bill 502, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill **be amended** as follows:

- 1 Delete the title and insert the following:
- 2 A BILL FOR AN ACT to amend the Indiana Code concerning
- 3 taxation and to make an appropriation.
- 4 Page 3, between lines 39 and 40, begin a new paragraph and insert:
- 5 "SECTION 4. IC 6-2.5-4-16 IS ADDED TO THE INDIANA CODE
- 6 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
- 7 1, 2007]: **Sec. 16. (a) This section applies to transactions occurring**
- 8 **after June 30, 2007.**
- 9 **(b) A person is a retail merchant making a retail transaction**
- 10 **when the person:**
- 11 **(1) leases an aircraft to another person; and**
- 12 **(2) provides flight instruction services to the lessee during the**
- 13 **term of the lease.**
- 14 **(c) The amount of gross retail income attributable to a retail**
- 15 **transaction described in subsection (b) is the amount charged by**

1 **the lessor for the lease of the aircraft used in conjunction with the**
 2 **flight instruction services provided to the lessee."**

3 Page 12, between lines 31 and 32, begin a new paragraph and insert:

4 **"SECTION 14. [EFFECTIVE JULY 1, 2007] (a) The governor and**
 5 **the commissioner of the department of state revenue shall take the**
 6 **steps necessary for Indiana to become a member of the Multistate**
 7 **Tax Commission (444 North Capital Street, NW, Suite 425,**
 8 **Washington, DC 20001-1538) and the Multistate Tax Compact. As**
 9 **provided in the Multistate Tax Compact, the commissioner of the**
 10 **department of state revenue or the commissioner's designee may**
 11 **serve as a member of the Multistate Tax Commission.**

12 **(b) The governor may appoint an advisory board of elected**
 13 **officials from Indiana's political subdivisions to advise the**
 14 **commissioner on matters related to the Multistate Tax Compact.**
 15 **Not more than the smallest possible majority of the members of the**
 16 **advisory group may be members of the same political party.**

17 **(c) There is appropriated the amount necessary to the**
 18 **department of state revenue from the state general fund to pay the**
 19 **dues and costs related to becoming a member of the Multistate Tax**
 20 **Commission, beginning July 1, 2007, and ending June 30, 2009.**

21 **(d) Not later than September 1, 2007, the commissioner of the**
 22 **department of state revenue shall submit a report to the general**
 23 **assembly in an electronic format under IC 5-14-6 identifying the**
 24 **statutory changes and appropriations necessary to participate as**
 25 **a full member of the Multistate Tax Commission and the**
 26 **Multistate Tax Compact."**

27 Renumber all SECTIONS consecutively.

(Reference is to SB 502 as printed January 30, 2007.)

and when so amended that said bill do pass.

Representative Crawford